United States Courts Southern District of Texas FILED

JAN 24 2019

David J. Bradley, Clerk of Court

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UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF TEXAS HOUSTON DIVISION

UNITED STATES OF AMERICA

Criminal N.: 9 CR

065

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Violation: 15 U.S.C. § 1

NETBRANDS MEDIA CORP.,

Defendant.

### **INFORMATION**

(15 U.S.C. § 1)

The United States of America, acting through its attorneys, charges that:

# **DEFENDANT AND CO-CONSPIRATORS**

- 1. During the period covered by this Information, Netbrands Media Corporation, d/b/a 24hourwristbands.com and imprint.com ("Defendant") was a corporation organized and existing under the laws of Texas, with its principal place of business in Houston, Texas.
- 2. During the period covered by this Information, Defendant was an online retail company engaged in the sale of customized promotional products, including wristbands, lanyards, temporary tattoos, and buttons, in the United States and elsewhere.
- 3. Various corporations and individuals, not made defendants in this Information, participated as co-conspirators to commit the offense charged in this Information and performed acts and made statements in furtherance of it.
- 4. Wherever this Information refers to any act of any corporation, the allegation means that the corporation engaged in the act by or through its officers, directors, employees,

agents, or other representatives while they were actively engaged in the management, direction, control, or transaction of that corporation's business.

### **DESCRIPTION OF THE OFFENSE**

- 5. From at least as early as May 2014 and continuing until at least June 2016, the exact dates being unknown to the United States, the Defendant and its co-conspirators knowingly entered into and engaged in a conspiracy with other persons and entities engaged in the sale of customized promotional products, including wristbands, lanyards, temporary tattoos, and buttons, sold in the United States and elsewhere, in violation of the Sherman Antitrust Act, 15 U.S.C. § 1.
- 6. The charged conspiracy consisted of a continuing agreement, understanding, and concert of action among the Defendant and its co-conspirators, the primary purpose of which was to suppress and eliminate competition by fixing and maintaining prices of customized promotional products, including wristbands, lanyards, temporary tattoos, and buttons, sold in the United States and elsewhere.
- 7. The Defendant and its co-conspirators took actions, including those described in Paragraph 8, in furtherance of this conspiracy in the Southern District of Texas and elsewhere.

#### MEANS AND METHODS OF THE CONSPIRACY

- 8. For the purpose of forming and carrying out the charged conspiracy, the Defendant and its co-conspirators, among other things:
  - (a) attended meetings or otherwise communicated, including via text and online messaging platforms, regarding pricing for the online sale of customized promotional products in the United States and elsewhere;

- (b) agreed during those meetings and other communications to fix and maintain prices for the online sale of customized promotional products in the United States and elsewhere;
- (c) sold customized promotional products in the United States and elsewhere at collusive and noncompetitive prices; and
- (d) accepted payment for customized promotional products sold in the United States and elsewhere at collusive and noncompetitive prices.

#### TRADE AND COMMERCE

9. During the time period covered by this Information, the business activities of the Defendant and his co-conspirators that are the subject of this Information were within the flow of, and substantially affected, interstate and foreign trade and commerce. For example, Defendant and its co-conspirators bought the equipment and supplies necessary to produce and distribute customized promotional products, including wristbands, lanyards, temporary tattoos, and buttons, from various states in the United States and from foreign countries. Defendant and its co-conspirators sold substantial quantities of customized promotional products, including wristbands, lanyards, temporary tattoos, and buttons, to customers located in various states in the United States, and shipped those customized promotional products to those customers. In addition, payments Defendant and its co-conspirators made and received for customized promotional products and the materials and equipment used to manufacture those products traveled in interstate and foreign commerce.

# ALL IN VIOLATION OF TITLE 15, UNITED STATES CODE, SECTION 1.

Dated:

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